

# Municipal Bond Investing with Invesco

Municipal bonds have a history of offering attractive yields. Income free from federal and, in some cases, state income taxes can be appealing to any investor and especially to those in higher tax brackets.

## Why Invesco?

### Access

- We recognize that investors have diverse needs; we provide access to a diverse range of municipal bond investments across various vehicles.
- As one of the largest municipal managers, we can deliver access to unique opportunities. Municipalities often come to us first to secure financing for key projects.

**\$70.7 billion**

municipal bond assets managed,<sup>1</sup> top five in the industry by AUM

**2nd largest manager**

of high yield municipal bond assets in the industry<sup>2</sup>



### Acumen

- With over 60 advanced degrees and designations, we believe our team provides keen judgement to help identify the best potential opportunities for our clients.
- We foster an environment rich in ideas and an in-depth credit research process to utilize our team's experience and expertise.

**47 years**

of investing in the municipal bond industry

**40+ team members**

on the municipal bond investment teams; 20 years' average experience



### Greater Possibilities

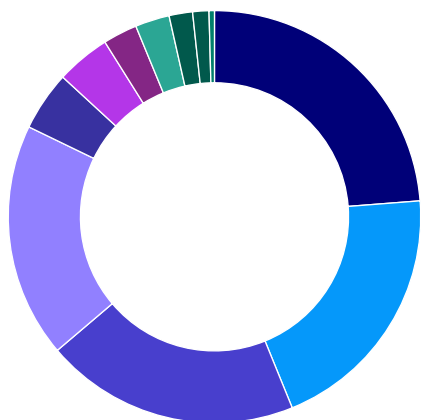
We are driven to deliver better outcomes for clients, knowing each investor's needs and goals are unique.



**18 Refinitiv Lipper Awards**

As recognized by the leading global investing benchmark (2023, across eight strategies).<sup>3</sup>

## \$70.7B Municipal Bond Assets Under Management<sup>1</sup> (\$ billions)



■ High Yield	<b>16.8</b>
■ Long (National)	<b>14.2</b>
■ SMA's	<b>14.1</b>
■ State-Specific	<b>13.0</b>
■ Short-Intermediate (National)	<b>3.3</b>
■ Taxable Muni	<b>3.0</b>
■ Ultrashort / Short (National)	<b>1.9</b>
■ Intermediate (National)	<b>1.9</b>
■ Short-Duration High Yield	<b>1.3</b>
■ BulletShares	<b>0.9</b>
■ Active ETFs	<b>0.3</b>
<b>Total AUM</b>	<b>70.7</b>

### Invesco mutual funds

- Professional management from a top-five municipal bond manager, by AUM<sup>1</sup>
- Alpha generation potential seeking to outperform a broad index

**\$55.4B**

### Custom SMA's by Invesco<sup>4</sup>

- Tailored to address individual tax circumstances, cash-flow needs
- Impact offerings to align personal missions to investment goals

**\$14.1B**

### Invesco taxable and tax-exempt ETFs

- Broad market exposure mirroring an index, with trading liquidity<sup>5</sup>
- Transparent,<sup>6</sup> predictable investment process, with low fees<sup>7</sup>

**\$4.5B**

### Invesco BulletShares ETFs

- Defined maturity,<sup>8</sup> with the diversification<sup>9</sup> and liquidity of an ETF
- Convenient and cost-effective for laddering vs. individual bonds

**\$890M**

1. AUMs as of June 30, 2023.
2. Simfund, as of June 30, 2023. Invesco is the 2nd-largest high yield municipal fund manager out of 45 municipal portfolio managers.
3. See page 2 for additional information regarding the Refinitiv Lipper Awards.
4. Institutional Separate Accounts and Separately Managed Accounts are offered by Invesco Advisers, Inc. and other affiliated investment advisers, which provide investment advisory services and do not sell securities. Certain other vehicles mentioned are not offered by Invesco Advisers, Inc., and are available via other affiliated entities, which, like Invesco Advisers, Inc., are indirect, wholly owned subsidiaries of Invesco Ltd.
5. Shares are not individually redeemable and owners of the Shares may acquire those Shares from the Fund and tender those Shares for redemption to the Fund in Creation Unit aggregations only, typically consisting of 10,000, 20,000, 25,000, 50,000, 80,000, 100,000 or 150,000 Shares.
6. ETFs disclose their full portfolio holdings daily.
7. Since ordinary brokerage commissions apply for each buy and sell transaction, frequent trading activity may increase the cost of ETFs.
8. The funds do not seek any predetermined amount at maturity, and the amount an investor receives may be worth more or less than the original investment. In contrast, when an individual bond matures, an investor typically receives the bond's par (or face value).
9. Diversification does not guarantee or eliminate the risk of loss. BulletShares ETFs are non-diversified.

Lipper Fund Awards from Refinitiv, ©2023 Refinitiv. All rights reserved. Used under license. The 2023 Lipper Fund Award winners are selected based on the highest risk-adjusted performance among funds within a given category. The calculation periods extend over 36, 60, and 120 months. The highest Lipper Leader for Consistent Return (Effective Return) value within each eligible classification determines the fund classification winner over three, five or 10 years. A high Lipper rating does not necessarily imply that a fund had the best total performance or that the fund achieved positive results for that period. Lipper Inc. is a major independent mutual fund tracking organization. Other share classes may have different performance characteristics. **Past performance is no guarantee of future results.**

Invesco California Municipal Fund R6 shares were named best-in-class among 32 California Municipal Debt Funds for the 3-year period ended November 30, 2022. Invesco California Municipal Fund Y shares were named best-in-class among 30 and 28 California Municipal Debt Funds, respectively, for the 5- and 10-year periods ended November 30, 2022. Invesco AMT-Free Municipal Income Fund Y shares were named best-in-class among 81 and 66 General & Insured Municipal Debt Funds, respectively, for the 5- and 10-year periods ended November 30, 2022. Invesco Rochester® Municipal Opportunities Fund Y shares were named best-in-class among 46 and 32 High Yield Municipal Debt Funds, respectively, for the 5- and 10-year periods ended November 30, 2022. Invesco New Jersey Municipal Fund R6 shares were named best-in-class among 15 New Jersey Municipal Debt Funds for the 3-year period ended November 30, 2022. Invesco New Jersey Municipal Fund Y shares were named best-in-class among 15 New Jersey Municipal Debt Funds for the 5-year period ended November 30, 2022. Invesco Rochester® New York Municipals Fund Y shares were named best-in-class among 25 and 25 New York Municipal Debt Funds, respectively, for the 5- and 10-year periods ended November 30, 2022. Invesco Pennsylvania Municipal Fund R6 shares were named best-in-class among 16 Pennsylvania Municipal Debt Funds for the 3-year period ended November 30, 2022. Invesco Pennsylvania Municipal Fund Y shares were named best-in-class among 16 and 16 Pennsylvania Municipal Debt Funds, respectively, for the 5- and 10-year periods ended November 30, 2022. Invesco Short Term Municipal Fund R6 shares were named best-in-class among 39 Short Municipal Debt Funds for the 3-year period ended November 30, 2022. Invesco Short Term Municipal Fund Y shares were named best-in-class among 36 and 27 Short Municipal Debt Funds, respectively, for the 5- and 10-year period ended November 30, 2022. Invesco Limited Term Municipal Income Fund R6 shares were named best-in-class among 22 Short-Intermediate Municipal Debt Funds for the 5-year period ended November 30, 2022.

Generally, Y-shares and R6-shares are only available to certain investors. Equivalent A-shares of the fund may have been ranked lower or higher.

**About risk:** All or a portion of the fund's otherwise tax-exempt income may be subject to the federal alternative minimum tax.

The fund may use leverage to seek to enhance income, which creates the likelihood of greater volatility of the fund's shares and may also impair the ability to maintain its qualification for federal income tax purposes as a regulated investment company.

If interest rates fall, callable security issuers may call or prepay their securities before maturity, causing the fund to reinvest proceeds in securities with lower interest rates and reducing fund income and distributions.

An issuer may be unable to meet interest and/or principal payments, thereby causing its instruments to decrease in value and lowering the issuer's credit rating.

Derivatives may be more volatile and less liquid than traditional investments and are subject to market, interest rate, credit, leverage, counterparty and management risks. An investment in a derivative could lose more than the cash amount invested.

Junk bonds have greater risk of default or price changes due to changes in the issuer's credit quality. Junk bond values fluctuate more than high quality bonds and can decline significantly over a short time.

Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa.

Inverse floating rate obligations may be subject to greater price volatility than a fixed income security with similar qualities. When short-term interest rates rise, they may decrease in value and produce less or no income and are subject to risks similar to derivatives.

Municipal securities have the risk that legislative or economic conditions could affect an issuer's ability to make principal and/or interest payments.

The fund is considered non-diversified and may experience greater volatility than a more diversified investment.

Certain of the municipalities in which the Fund invests, including Puerto Rico, currently experience significant financial difficulties. Puerto Rico's economic problems increase the risk of investing in Puerto Rican municipal obligations, including the risk of potential issuer default, heightens the risk that the prices of Puerto Rican municipal obligations, and the Fund's net asset value, will experience greater volatility. See the prospectus for more information.

Because the fund invests primarily in a portfolio of one state's municipal securities, the fund is more susceptible to political, economic, regulatory or other factors affecting that state than a fund that does not limit its investments to such issuers.

Fixed-income investments are subject to credit risk of the issuer and the effects of changing interest rates.

The fund is subject to certain other risks. Please see the current prospectus for more information regarding the risks associated with an investment in the fund.

**Before investing, investors should carefully read the prospectus and/or summary prospectus and carefully consider the investment objectives, risks, charges and expenses. For this and more complete information about the fund(s), investors should ask their financial professional for a prospectus/summary prospectus or visit [invesco.com/fundprospectus](https://www.invesco.com/fundprospectus).**

This does not constitute a recommendation of any investment strategy or product for a particular investor. Investors should consult a financial professional before making any investment decisions. Invesco does not offer tax advice. Please consult your tax professional for information regarding your own personal tax situation.

Note: Not all products available at all firms. Financial professionals, please contact your home office.